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Subject: Contract RD-77, Task Order "H"

1. As per telephone conversation of 30 April 1959, this contractor requests that consideration be given for additional funds for the performance of the subject Task Order.

2. Paragraph 1 of "Scope of Work" states that the contractor shall furnish approximately thirty (30) new foils. At the time of submitting this proposal, it was our belief that this quantity would suffice; however, we now find that approximately forty-five (45) foils are required. In order to provide these additional foils, it is necessary to spend additional money as set forth in the cost breakdown below:

Artist	15 hours @ \$3.50	\$ 52.50
Photographer	10 hours @ \$3.25	\$ 32.50
Photographic Laboratory	10 hours @ \$6.25	\$ 62.50
15 sets of 30 ea	@ \$.50	\$225.00

Under-estimate on original reproduction of film positives, 30 sets of 30 each @ \$.30 (original estimate was based on the larger quantity ordered on the original Task Order at \$.20 per foil. The best price that can be negotiated for our current work in the limited quantities is \$.50 per foil)

\$270.00

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Trim and notch additional foils	10 hours @ \$3.53	\$ 35.30
Shop Overhead	@ 125%	<u>\$ 44.10</u>
Manufacturing Costs		\$721.90
G & A	@ 21%	<u>\$151.80</u>
Total estimated additional cost		<u><u>\$873.50</u></u>

3. It is requested that your office take the necessary steps to determine if these additional foils are required and inform us as soon as possible in order that we may comply with the delivery requirements set forth in our Task Order. If either affirmative or negative information is received by 20 May 1959, we will be able to complete the program within the allotted time. If not, it will be necessary to extend the time period beyond the 30 June 1959 completion date.

Very truly yours,

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